

**PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA
COMMISSION DIRECTIVE**

ADMINISTRATIVE MATTER

☐

DATE

April 11, 2018

MOTOR CARRIER MATTER

☐

DOCKET NO.

2018-120-E

UTILITIES MATTER

☒

ORDER NO.

2018-268

THIS DIRECTIVE SHALL SERVE AS THE COMMISSION'S ORDER ON THIS ISSUE.

SUBJECT:

DOCKET NO. 2018-120-E - Joint Application of Duke Energy Carolinas, LLC and Duke Energy Progress, LLC for Approval to Transfer Certain Intercompany Assets and for Related Accounting Authority and Request for Expedited Review - Staff Presents for Commission Consideration the Joint Application for Authority to Transfer Intercompany Assets and for Approval of Accounting Authority, along with a Request for Expedited Consideration, Filed on Behalf of Duke Energy Carolinas, LLC, and Duke Energy Progress, LLC.

COMMISSION ACTION:

Approve the Joint Application of Duke Energy Carolinas ("DEC") and Duke Energy Progress ("DEP") for Authority to Transfer Intercompany Assets and for Approval of Accounting Authority for the following reasons:

- Duke's maintenance on its generation fleet requires it to maintain access to rotatable fleet spares ("RFS"), which are spare parts for planned and unplanned outages;
- Duke wants to optimize the management of its RFS inventory by transferring equipment from DEC's Dan River Station to DEP's Smith Energy Complex at fair market value instead of net book value, using the Federal Energy Regulatory Commission Uniform System of Accounts in order to account for the difference;
- Duke states that this will result in material cost savings that will benefit Duke and its ratepayers, and will not involve a present change to retail rates or prices or require any change in Commission rule, regulation, or policy; nor would the resultant accounting order prejudice the right of any party to address the prudence of these costs in DEC's or DEP's next general rate case proceeding;
- ORS does not oppose the Application;
- In order for a major planned outage to proceed as planned the equipment needs to be transferred next week, DEC and DEP are seeking expedited review of the Application, which I also move that we grant.

PRESIDING: RandallSESSION: Regular

TIME: 2:00 p.m.

	MOTION	YES	NO	OTHER
BOCKMAN	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
ELAM	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
FLEMING	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
HAMILTON	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	

HOWARD	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
RANDALL	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
WHITFIELD	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>

(SEAL)



RECORDED BY: J. Schmieding